PRELIMINARY DRAFT

TEXAS LEGISLATIVE COUNCIL Special District Local Laws Code Chapter 6912 9/5/14

1		CHAPTE	CR 6912. MEMORIAL VILLAGES WATER AUTHORITY
2			SUBCHAPTER A. GENERAL PROVISIONS
3	Sec.	6912.001.	DEFINITIONS
4	Sec.	6912.002.	NATURE OF AUTHORITY
5	Sec.	6912.003.	FINDINGS OF BENEFIT AND PUBLIC PURPOSE
6	Sec.	6912.004.	AUTHORITY TERRITORY
7	Sec.	6912.005.	CORRECTION OF INVALID PROCEDURES
8	Sec.	6912.006.	LIBERAL CONSTRUCTION OF CHAPTER
9			SUBCHAPTER B. BOARD OF SUPERVISORS
10	Sec.	6912.051.	COMPOSITION OF BOARD
11	Sec.	6912.052.	QUALIFICATIONS FOR OFFICE
12	Sec.	6912.053.	ELIGIBILITY FOR CANDIDACY FOR BOARD
13			POSITIONS
14	Sec.	6912.054.	SUPERVISORS' ELECTION
15	Sec.	6912.055.	BALLOT PROCEDURE FOR CANDIDATES 10
16	Sec.	6912.056.	SUPERVISOR'S BOND
17	Sec.	6912.057.	VACANCIES
18			SUBCHAPTER C. POWERS AND DUTIES
19	Sec.	6912.101.	GENERAL POWERS
20	Sec.	6912.102.	CONTRACTS TO SUPPLY WATER OR SEWAGE
21			SERVICES
22	Sec.	6912.103.	COST OF RELOCATING OR ALTERING PROPERTY 2
23		SUB	CHAPTER D. GENERAL FINANCIAL PROVISIONS
24	Sec.	6912.151.	TAX METHOD
25	Sec.	6912.152.	IMPOSITION OF TAXES; TAX
26			ASSESSOR-COLLECTOR

1	Sec. 6912.153. DEPOSITORY				
2	Sec. 6912.154. PAYMENT OF TAX OR ASSESSMENT NOT				
3	REQUIRED				
4	SUBCHAPTER E. BONDS				
5	Sec. 6912.201. BONDS EXEMPT FROM TAXATION				
6	CHAPTER 6912. MEMORIAL VILLAGES WATER AUTHORITY				
7	SUBCHAPTER A. GENERAL PROVISIONS				
8	Revised Law				
9	Sec. 6912.001. DEFINITIONS. In this chapter:				
10	(1) "Authority" means the Memorial Villages Water				
11	Authority.				
12	(2) "Board" means the board of supervisors of the				
13	authority.				
14	(3) "Supervisor" means a member of the board. (Acts				
15	57th Leg., 3rd C.S., Ch. 20, Sec. 1 (part); New.)				
16	Source Law				
17 18 19	"Memorial Villages Water Authority" (hereinafter				
20	Revisor's Note				
21	The definitions of "board" and "supervisor" are				
22	added to the revised law for drafting convenience and				
23	to eliminate frequent, unnecessary repetition of the				
24	substance of the definitions.				
25	Revised Law				
26	Sec. 6912.002. NATURE OF AUTHORITY. The authority is a				
27	conservation and reclamation district created under Section 59,				
28	Article XVI, Texas Constitution, and a political subdivision of				
29	this state. (Acts 57th Leg., 3rd C.S., Ch. 20, Sec. 1 (part).)				
30	Source Law				
31 32 33 34 35 36 37 38	Sec. 1. Pursuant to, and as expressly authorized by Section 59, Article XVI of the Constitution of the State of Texas, and in addition to all other districts into which the State has been divided heretofore, there is hereby created a conservation and reclamation district which shall be recognized to be a governmental agency, a body politic and corporate, and a political subdivision of this State				

Revisor's Note

- (1) Section 1, Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, states that the authority is created "in addition to all other districts into which the State has been divided heretofore." The revised law omits the quoted language because the absence of the language does not imply that the district is not in addition to other districts created in this state.
- Section 1, Chapter 20, Acts of the 57th 10 Legislature, 3rd Called Session, 1962, refers to the 11 authority as "a governmental agency, a body politic 12 and corporate." The revised law omits the quoted 13 14 language because it duplicates a portion of Section 59(b), Article XVI, Texas Constitution, which provides 15 that a conservation and reclamation district is a 16 governmental agency and a body politic and corporate. 17

18 Revised Law

- 19 Sec. 6912.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a)
- 20 The authority is created to serve a public use and benefit.
- 21 (b) All land included in the boundaries of the authority 22 will benefit from the authority.
- (c) The authority is essential to the accomplishment of the preservation and conservation of the natural resources of this state.
- 26 (d) This chapter addresses a subject in which the state and 27 general public are interested.
- (e) Because the accomplishment of the purposes stated in this chapter is for the benefit of the people of this state and for the improvement of their property and industries, the authority in carrying out the purposes of this chapter will be performing an essential public function under the Texas Constitution. (Acts 57th Leg., 3rd C.S., Ch. 20, Secs. 2 (part), 9 (part), 11 (part).)

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2	Sec. 2. It being hereby found and determined that all of the land included within the boundaries of
4 5	the Authority will be benefited and that the Authority is created to serve a public use and benefit,
6 7 8 9 10 11 12	Sec. 9. The accomplishment of the purposes stated in this Act being for the benefit of the people of this State and for the improvement of their properties and the industries, the Authority in carrying out the purposes of this Act will be performing an essential public function under the Constitution and
13 14 15 16 17 18 19 20	Sec. 11. [The Legislature hereby declares that it is required to pass such laws as may be appropriate in the preservation and conservation of the natural resources of the State;] that the Authority herein created is essential to the accomplishment of such purposes and that this Act therefore operates on a subject in which the State and the public at large are interested
21	Revisor's Note
22	Section 11, Chapter 20, Acts of the 57th
23	Legislature, 3rd Called Session, 1962, contains a
24	legislative declaration of a constitutional "duty" to
25	enact Chapter 20 as law. The revised law omits the
26	declaration by the legislature as executed and because
27	it has no substantive effect. The omitted law reads:
28 29 30 31 32 33 34 35 36	Sec. 11. The Legislature hereby declares that the enactment hereof is in fulfillment of a duty conferred upon it by Section 59 of Article XVI of the Constitution of the State of Texas wherein it is required to pass such laws as may be appropriate in the preservation and conservation of the natural resources of the State;
37	Revised Law
38	Sec. 6912.004. AUTHORITY TERRITORY. The authority is
39	composed of the territory described by Section 1, Chapter 20, Acts
40	of the 57th Legislature, 3rd Called Session, 1962, as that
41	territory may have been modified under:
42	(1) Subchapter G, Chapter 53, Water Code, before
43	September 1, 1995;
44	(2) Subchapter J, Chapter 49, Water Code; or
45	(3) other law. (New.)

Source Law

Revisor's Note

The revised law does not revise the statutory language describing the territory of the authority to avoid the lengthy recitation of the description and because that description may not be accurate on the effective date of the revision or at the time of a later reading. For the reader's convenience, the revised law includes references to the statutory description of the authority's territory and to the statutory authority to change the authority's territory under Subchapter G, Chapter 53, Water Code, which applied to the authority under Section 4, Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962 (see Section 6912.101 of this chapter), until that subchapter was repealed in 1995, and under Subchapter J, Chapter 49, Water Code, applicable to the authority under Sections 49.001 and 49.002 of that chapter. The revised law also includes a reference to the general authority of the legislature to enact other laws to change the authority's territory.

Revised Law

Sec. 6912.005. CORRECTION OF INVALID PROCEDURES. If a court holds that any procedure under this chapter violates the constitution of this state or of the United States, the authority by resolution may provide an alternative procedure that conforms with the constitution. (Acts 57th Leg., 3rd C.S., Ch. 20, Sec. 12 (part).)

Source Law

Sec. 12. . . . [Federal or State Constitutions] . . Where any procedure hereunder may be held by 29 30 such 31 court to be violative of either of any 32 constitutions the Authority shall have the power by provide an alternative 33 resolution to procedure conformable to such constitutions. . 34

Revisor's Note

36 Section 12, Chapter 20, Acts of the 57th

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1	Legislature, 3rd Called Session, 1962, provides that
2	the act may not be construed to violate the federal or
3	state constitution and requires that action under the
4	act comply with the constitutions. The revised law
5	omits the reference to the federal constitution
6	because, under the Supremacy Clause of the United
7	States Constitution (Clause 2, Article VI), the
8	federal constitution always takes precedence over a
9	state statute. The revised law omits the reference to
10	the state constitution because the state legislature
11	cannot modify constitutional provisions by statute.
12	The omitted law reads:
13 14 15 16 17 18	Sec. 12. Nothing in this Act shall be construed to violate any provision of the Federal or State Constitutions and all acts done hereunder shall be done in such manner as may conform thereto whether herein expressly provided or not
19	Revised Law
20	Sec. 6912.006. LIBERAL CONSTRUCTION OF CHAPTER. This
21	chapter shall be liberally construed to effect its purposes. (Acts
22	57th Leg., 3rd C.S., Ch. 20, Sec. 11 (part).)
23	Source Law
24 25 26	Sec. 11 All the terms and provisions of this Act are to be liberally construed to effectuate the purposes herein set forth.
27	SUBCHAPTER B. BOARD OF SUPERVISORS
28	Revised Law
29	Sec. 6912.051. COMPOSITION OF BOARD. The board consists of
30	seven elected supervisors. (Acts 57th Leg., 3rd C.S., Ch. 20, Secs.
31	3(a) (part), (b) (part).)
32	Source Law
33 34 35 36 37	Sec. 3. (a) The rights, powers and duties of the Authority shall be exercised by a Board of Supervisors composed of seven (7) members (b) Succeeding Supervisors shall be elected or
38	Revisor's Note
39	(1) Section 3(a), Chapter 20, Acts of the 57th

Legislature, 3rd Called Session, 1962, provides that "[t]he rights, powers and duties of the Authority shall be exercised by" the board. The revised law omits the quoted language because it duplicates, in substance, parts of Sections 49.051 and 49.057, Water Code. Throughout this chapter, the revised law omits law that is superseded by Chapter 49, Water Code, or that duplicates law contained in that chapter. Chapter 49 (enacted in 1995) applies to the authority under Sections 49.001 and 49.002 of that chapter.

(2) Section 3(b), Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, refers to "[s]ucceeding [s]upervisors" to distinguish the succeeding supervisors from the initial supervisors named in that section. The revised law omits "succeeding" because all provisions referring to initial supervisors are omitted as executed and the distinction is no longer required.

19 Revised Law

Sec. 6912.052. QUALIFICATIONS FOR OFFICE. A supervisor

21 must:

- (1) be at least 18 years of age; and
- 23 (2) reside in and own land in the authority. (Acts
- 24 57th Leg., 3rd C.S., Ch. 20, Sec. 3(a) (part).)

25 Source Law

26 (a) . . . No person shall be a Supervisor unless 27 he is at least twenty-one (21) years of age, and 28 resides in and owns land in the territorial limits of 29 the Authority. . .

30 <u>Revisor's Note</u>

Section 3(a), Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, states that a person must be "at least twenty-one (21) years of age" to serve as a supervisor. The revised law substitutes "at least 18 years of age" for the quoted language

because Section 129.001, Civil Practice and Remedies 1 Code, establishes 18 years of age as the age of 2 3 majority in this state. Section 129.002, Civil Practice and Remedies Code, provides that a law 4 adopted before August 27, 1973, that extends a right, 5 privilege, or obligation to an individual on the basis 6 of a minimum age of 19, 20, or 21 years shall be 7 8 interpreted as prescribing a minimum age of 18 years. Section 3(a) was enacted in 1962 and has not been 9

11 Revised Law

- 12 Sec. 6912.053. ELIGIBILITY FOR CANDIDACY FOR BOARD
- 13 POSITIONS. (a) To be eligible as a candidate for Position 1 or
- 14 Position 2, a person must at the time be a resident of the City of
- 15 Hedwig Village, Texas.

amended.

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- 16 (b) To be eligible as a candidate for Position 3 or Position
- 17 4, a person must at the time be a resident of the City of Hunters
- 18 Creek Village, Texas.
- 19 (c) To be eliqible as a candidate for Position 5 or Position
- 20 6, a person must at the time be a resident of the City of Piney Point
- 21 Village, Texas.
- 22 (d) Position 7 is an at-large position. (Acts 57th Leg.,
- 23 3rd C.S., Ch. 20, Sec. 3(c) (part).)

24 Source Law

(c) No person shall be eligible as a candidate for Position 1 or Position 2 unless he is at the time a bona fide resident of the City of Hedwig Village, Texas.

No person shall be eligible as a candidate for Position 3 or Position 4 unless he is at the time a bona fide resident of the City of Hunter's Creek Village, Texas.

No person shall be eligible as a candidate for Position 5 or Position 6 unless he is at the time a bona fide resident of the City of Piney Point Village, Texas.

Position 7 shall be classed as an "at large" position, and . . .

39 Revisor's Note

40 (1) Section 3(c), Chapter 20, Acts of the 57th

Legislature, 3rd Called Session, 1962, provides that any person who meets the other requirements for supervisor and who resides in the authority is eligible as a candidate for Position 7. The revised law omits that provision because the requirements for supervisor apply on their own terms, including Section 6912.052 of this chapter, which requires a supervisor to reside in the authority. The omitted law reads:

- (c) . . . [Position 7 shall be classed as an "at large" position, and] any person meeting the other requirements for Supervisor who resides within the territorial limits of the Authority shall be eligible for the office.
- (2) Section 3(c), Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, provides that only a "bona fide resident" of a certain municipality is eligible as a candidate for certain supervisor positions. The revised law omits "bona fide" as unnecessary because the phrase does not add to the clear meaning of the law. A person who does not actually reside in a certain municipality is not a resident of that municipality.

24 <u>Revised Law</u>

Sec. 6912.054. SUPERVISORS' ELECTION. (a) Notice of a supervisors' election must be published once in a newspaper of general circulation in Harris County at least 30 days before the date of the election.

29 (b) The election order must state the time, place, and 30 purpose of the election. (Acts 57th Leg., 3rd C.S., Ch. 20, Sec.

31 3(e) (part).)

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32 <u>Source Law</u>

(e) . . . Notice of any such election for Supervisors shall be published in a newspaper of general circulation in Harris County one time at least thirty (30) days before the election. The election order shall state the time, the place or places and the purpose of the election, and . . .

Τ	Revised Law			
2	Sec. 6912.055. BALLOT PROCEDURE FOR CANDIDATES. (a) A			
3	person who wants the person's name printed on the ballot as a			
4	candidate for supervisor must submit a petition to the board's			
5	secretary requesting that action.			
6	(b) The petition must be:			
7	(1) signed by at least 10 residents of the authority			
8	who are qualified to vote at the election; and			
9	(2) presented to the board's secretary not later than			
10	the 21st day before the date of the election. (Acts 57th Leg., 3rd			
11	C.S., Ch. 20, Sec. 3(f).)			
12	Source Law			
13 14 15 16 17 18 19 20	have his name printed on the ballot may do so by a petition so requesting signed by not less than ten (10) residents of the Authority who are qualified to vote at the election. Such petition shall be presented to the Secretary of the Board of Supervisors not less than twenty (20) full days prior to the date of the			
21	Revised Law			
22	Sec. 6912.056. SUPERVISOR'S BOND. Each supervisor shall			
23	give a bond in the amount of \$5,000 for the faithful performance of			
24	the supervisor's duties. (Acts 57th Leg., 3rd C.S., Ch. 20, Sec.			
25	3(a) (part).)			
26	Source Law			
27 28 29 30	(a) [Each Supervisor shall and] each shall give bond in the amount of Five Thousand Dollars (\$5,000) for the faithful performance of his duties,			
31	Revisor's Note			
32	Section 3(a), Chapter 20, Acts of the 57th			
33	Legislature, 3rd Called Session, 1962, provides that			
34	the authority shall pay the cost of a supervisor's			
35	bond. The revised law omits that provision because it			
36	duplicates, in substance, Section 49.055(c), Water			
37	Code. The omitted law reads:			
38 39 40	(a) [Each Supervisor shall give bond] the cost of which shall be paid by the Authority			

Revised Law

Sec. 6912.057. VACANCIES. A vacancy on the board shall be filled by appointment by the remaining supervisors until the next election of supervisors for the authority. If the position is not scheduled to be filled at the election, the person elected to fill the position shall serve only for the remainder of the unexpired term. (Acts 57th Leg., 3rd C.S., Ch. 20, Secs. 3(b) (part), (d) (part).)

9 <u>Source Law</u>

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- (b) . . . [Succeeding supervisors shall be elected or] appointed as hereinafter provided.
 - (d) . . . All vacancies shall be filled by appointment by the remaining members until the next election of supervisors for the Authority. If that position is not scheduled to be filled at that election, the person elected to fill the position shall serve only for the remainder of the unexpired term.

Revisor's Note (End of Subchapter)

- (1) Section 3(a), Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, provides that each supervisor shall serve until the supervisor's successor is elected or appointed and qualified. The revised law omits that provision because Section 17, Article XVI, Texas Constitution, requires an officer to continue to perform the officer's duties until a successor has qualified. The omitted law reads:
 - (a) . . . Each Supervisor shall serve a term of office as herein provided, and thereafter until his successor shall be elected or appointed and have qualified. . . .
- (2) Section 3(a), Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, provides that a supervisor shall subscribe to the constitutional oath of office. The revised law omits that provision because Section 1, Article XVI, Texas Constitution, requires all elected and appointed officers to take the oath (or affirmation) before assuming office. The

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2	(a)			Each	Supervisor	sha	111
3	subscribe	to	the	const	itutional	oath	of
4	office and						

- (3) Section 3(a), Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, provides that a majority of the supervisors constitutes a quorum. revised law omits that provision because duplicates, in substance, Section 49.053, Water Code. The omitted law reads:
 - . A majority of said Board constitute quorum for a transaction of any and all business.
- Section 3(b), Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, refers to the initial board of supervisors and to vacancy procedures The revised law omits the for the initial board. language relating to the creation of the initial board as executed. The omitted law reads:
 - Immediately (b) after this becomes effective, the following persons, all of whom are found to be qualified, shall be the Supervisors of the Authority and shall constitute the Board of Supervisors of the Authority:

Position 1 - Jack M. Snowden Position 2 - Tom H. Tennent Position 3 - George A. Daniels Position 4 - N. Hall McCord

Position 5 - J. M. Lebeaux

Position 6 - Frank A. DeWalch

Position 7 - Glen Wood Bruner

If any of the aforementioned persons shall become incapacitated or otherwise not be qualified to assume his duties under this Act, the remaining Supervisors appoint his successor.

- Section 3(d), Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, states that a supervisor holds office for a four-year term. The revised law omits the provision because it duplicates, in substance, Section 49.103(a), Water Code. The omitted law reads:
- of 44 (d) Α member board ofthe 45 supervisors shall hold office for

four-year term and

- (6) Section 3(d), Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, provides that a supervisor shall serve until the supervisor's successor is elected and has qualified. The revised law omits that provision for the reason stated in Revisor's Note (1). The omitted law reads:
 - (d) [A member of the board of
 supervisors] . . . shall serve until his
 successor is elected and has
 qualified. . .
- (7) Section 3(d), Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, requires an election of supervisors to be held on the first Saturday in May of even-numbered years or at whatever other date is established by law for election of officials of general law cities. The revised law omits the provision as superseded by Section 49.103(b), Water Code, enacted in 1995. Section 49.103(b) requires board elections to be held on the uniform election date established by the Election Code in May of each even-numbered year. The omitted law reads:
 - (d) . . . It is specifically provided that there shall be a General Election within the Authority for election of supervisors on the first Saturday in May of even-numbered years or at whatever other date is established by law for election of officials of General Law cities. . . .
- (8) Section 3(e), Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, provides that the board shall order "[a]ll elections," meaning elections of supervisors. The revised law omits that provision because it duplicates, in substance, Section 3.004, Election Code, applicable to the authority under Sections 1.002 and 3.001, Election Code. Section 3.004 requires the governing body of a political subdivision that has elective offices to order the general election for those officers. The

omitted law reads:

- (e) All elections shall be ordered by the Board of Supervisors and . . .
- (9) Section 3(e), Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, provides that authority elections "shall be held in accordance with the Texas Election Code." The revised law omits the quoted language because Section 1.002, Election Code, provides that the Election Code applies to all elections held in this state. The omitted law reads:
 - (e) [All elections] . . . shall be held in accordance with the Texas Election Code. . .
- (10) Section 3(e), Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, provides for the appointment of presiding judges, assistant judges, and clerks for each voting place. The revised law omits that provision as superseded by the 1985 enactment of the Election Code, applicable to the authority under Section 1.002, Election Code. Chapter 32, Election Code, governs the selection of election judges and clerks. The omitted law reads:
 - (e) . . . the Board of Supervisors shall appoint a presiding judge for each polling place who shall appoint one assistant judge and at least two (2) clerks to assist in holding such election. . . .
- Section 3(e), Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, provides that only qualified electors who reside in the authority are entitled to vote at an election for the board. The revised law omits that provision it because duplicates, in substance, Sections 11.001(1) and (2), Election Code, which provide that to be eligible to vote in an election a person must be a qualified voter as defined by Section 11.002, Election Code, and be a resident of the territory covered by the election. The

omitted law reads:

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- (e) . . . Only qualified electors residing in the Authority shall be entitled to vote at an election on the Board of Supervisors. . . .
- (12) Section 3(e), Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, provides that the candidate receiving the highest number of votes for each position is elected. The revised law omits that provision because it duplicates, in substance, Section 2.001, Election Code, which provides that, except as otherwise provided by law, to be elected to a public office, a candidate must receive more votes than any other candidate for the office. The omitted law reads:
 - (e) . . . The candidates receiving the highest number of votes shall be declared elected. . .
- (13) Section 3(e), Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, provides that the board shall receive and canvass the election returns and enter an order declaring the results. The revised law omits that provision as superseded by the 1985 enactment of the Election Code, applicable to the authority under Section 1.002, Election Code. Chapter 67, Election Code, provides for the canvass of elections. The omitted law reads:
 - (e) . . . Returns of the election shall be made to and canvassed by the Board of Supervisors of said Authority, which shall enter its order declaring the results of the election.
- (14) Section 2, Chapter 520, Acts of the 71st Legislature, Regular Session, 1989, contains transition language regarding supervisors' elections for the years 1990, 1991, and 1992, and the terms of office of the supervisors elected at those elections. Section 2 also establishes a pattern under which four

specific positions on the board are elected in 1990 and every fourth year thereafter, and the remaining three specific positions are elected in 1992 and every fourth year thereafter. The revised law omits the language relating to the 1990, 1991, and elections as executed because the terms of office of those supervisors have expired and the elections have been held. To the extent the omitted language establishes a pattern under which specific positions the ballot, retaining the language is unnecessary because Section 49.103, Water Code, the supervisors serve staggered requires that four-year terms; accordingly, the authority must hold elections following that established pattern. omitted law reads:

Sec. 2. (a) On the first Saturday in May 1990, an election shall be held in the Memorial Villages Water Authority to elect supervisors to supervisor positions designated 2, 4, 6, and 7, and the persons elected shall serve four-year terms.

(b) On the first Saturday in May 1991, an election shall be held in the authority to elect supervisors to supervisor positions 1, 3, and 5, and the persons elected shall serve one-year terms.

(c) On the first Saturday in May 1992, an election shall be held in the authority to elect supervisors to supervisor positions 1, 3, and 5, and the persons elected shall serve four-year terms.

SUBCHAPTER C. POWERS AND DUTIES

34 Revised Law

Sec. 6912.101. GENERAL POWERS. The authority has all the rights, powers, and privileges provided by general law applicable to a fresh water supply district created under Section 59, Article XVI, Texas Constitution, including Chapters 49 and 53, Water Code, and by all other laws that are helpful in carrying out the purposes for which the authority is created. (Acts 57th Leg., 3rd C.S., Ch. 20, Sec. 4 (part).)

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Source Law

Sec. 4. The Authority shall have and exercise, and is hereby vested with, all of the rights, powers, and privileges conferred by the General Laws of the State of Texas now in force or hereafter enacted, applicable to fresh-water supply districts created under authority of Section 59 of Article XVI, Constitution of Texas; but . . .

Without in any way eliminating the generalization of the foregoing, it is expressly provided that the Authority shall have and exercise, and is hereby vested with, all of the rights, powers and privileges conferred and imposed by Chapter 4 of Title 128, Revised Civil Statutes of Texas, 1925, together with all amendments thereto and additions thereto, . . . together with any and all other laws which are in any wise helpful in carrying out the purposes for which the Authority is created.

Revisor's Note

- (1) Section 4, Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, states that the authority "shall have and exercise, and is hereby vested with," certain rights, powers, and privileges. The revised law substitutes "has" for the quoted language because, in context, the terms are synonymous and "has" is more commonly used.
- Section 4, Chapter 20, Acts of the 57th (2) Legislature, 3rd Called Session, 1962, states that the authority has the rights, powers, and privileges "conferred" by general law and the rights, powers, and privileges "conferred and imposed" by Chapter 4, Title 128, Revised Civil Statutes of Texas, 1925. revised law substitutes "provided" for the quoted language because regardless of whether a right, power, or privilege is "conferred" or "imposed," it is not necessary to characterize in the revised law the nature of the granting of that authority. In context, "provided" is synonymous with "conferred" and is "conferred and imposed" and "provided" more commonly used.
- (3) Section 4, Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, refers to the

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general laws of this state "now in force or hereafter enacted." The revised law omits the quoted language as unnecessary under accepted general principles of statutory construction. The "General Laws of the State of Texas" means those laws "in force" at the time the provision was adopted. It is unnecessary to state that the authority may be granted additional powers by later enacted laws because those laws apply on their own terms.

(4)Section 4, Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, provides that Chapter 20 prevails over the general laws applicable to fresh water supply districts in case of a conflict and that those general laws are incorporated by reference. The revised law omits the portion of the provision relating to the chapter prevailing over general laws because it duplicates, substance, Section 311.026(b), Government Code (Code Construction Act). The revised law omits the portion of the provision relating to the incorporation of those general laws by reference because Section 4 of Chapter 20 (revised in part as this section) provides that those laws apply to the authority, and it is unnecessary to repeat that authority. The omitted law reads:

Sec. 4. [The Authority shall have and exercise, and is hereby vested with, all of the rights, powers, and privileges conferred by the General Laws of the State of Texas now in force or hereafter enacted, applicable to fresh-water supply districts created under authority of Section 59 of Article XVI, Constitution of Texas; but] to the extent that the provisions of such General Laws may be in conflict or inconsistent with the provisions of this Act, the provisions of this Act shall prevail. All such General Laws are hereby incorporated by reference with the same effect as if written in full in this Act.

. . .

- (5) Section 4, Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, provides that "[w]ithout in any way eliminating the generalization of the foregoing" rights, powers, and privileges provided by general law applicable to fresh water supply districts, the authority has certain express rights, powers, and privileges. The revised law omits the quoted language as unnecessary because an accepted principle of statutory construction requires a statute to be given cumulative effect with other statutes unless it provides otherwise or unless the statutes are in conflict. The general principle applies to this revision.
- Section 4, Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, refers to "Chapter 4 of Title 128, Revised Civil Statutes of Texas, 1925, together with all amendments thereto and additions thereto." The revised law substitutes a reference to Chapter 53, Water Code, for the quoted language because Chapter 4 was codified in 1971 as part of Chapter 53, Water Code, a general law applicable to fresh water supply districts. For the reader's convenience, the revised law includes a reference to Chapter 49, Water Code, because Chapter 715, Acts of the 74th Legislature, Regular Session, 1995, repealed many provisions of Chapter 53 and enacted similar provisions in Chapter 49, Water Code. The revised law omits the phrase "together with all amendments thereto and additions thereto" because under Section 311.027, Government Code (Code Construction Act), a reference to a statute applies to all reenactments, revisions, amendments of that statute unless expressly or provided otherwise.
 - (7) Section 4, Chapter 20, Acts of the 57th

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Legislature, 3rd Called Session, 1962, refers to certain powers granted by Articles 7930-4 and 7941c, Vernon's Texas Civil Statutes. The revised law omits those references because the provisions, under which the powers were granted, were included in the 1971 codification of Chapter 53, Water Code, and now are contained in Chapter 53, Water Code (applicable to the authority under Section 4, Chapter 20, revised in pertinent part as this section), or have been replaced by provisions of Chapter 49, Water Code (applicable to the authority under Sections 49.001 and 49.002, Water Code). The omitted law reads:

[The Authority shall have and exercise, and is hereby vested with, all of the rights, powers, and privileges] . . . including all powers and authority relating to sanitary sewer systems and the issuance therefor as authorized by of bonds provided in Article 7930-4, Revised Civil of Texas, amended, Statutes as including the power and authority to issue tax bonds, revenue bonds or combination tax and revenue bonds as authorized by and provided in Article 7941c,

26 Revised Law

CONTRACTS Sec. 6912.102. TO 27 SUPPLY WATER OR SEWAGE 28 SERVICES. (a) The authority may contract with a municipality or other entity to supply to the entity water or sewage services. A 29 30 municipality or other entity may contract with the authority to 31 supply to the authority water or sewage services.

- (b) The authority may contract with a municipality for the rental or leasing of, or for the operation of the municipality's water production, water supply, water filtration, or purification and water supply facilities or sewerage system or facilities. A municipality may contract with the authority for the rental or leasing of, or for the operation of the authority's water production, water supply, water filtration, or purification and water supply facilities or sewerage system or facilities.
- 40 (c) A contract may be:

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- 1 (1) on the terms and for the consideration agreed to by
- 2 the parties; and

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- 3 (2) for any period not to exceed 50 years.
- 4 (d) An election is not required by a municipality for
- 5 approval of a water, sewer, or water and sewer contract. A contract
- 6 may be entered into without the necessity of an election. (Acts
- 7 57th Leg., 3rd C.S., Ch. 20, Sec. 10.)

8 <u>Source Law</u>

The Authority is authorized to enter Sec. 10. into contracts with cities and others for supplying water and sewer services to them, and cities and others authorized to enter into contracts with the Authority for supplying water and sewer services to the Authority. The Authority may also contract with any city for the rental or leasing, or for the operation of such city's water production, water supply, water filtration, or purification and water supply facilities or sewerage system or facilities, and any city may contract with the Authority for the rental or leasing, or for the operation Authority's water production, water supply water supply, water filtration, purification or and water supply facilities or sewerage system or facilities. Any such contract may be upon such terms and for consideration as the parties may agree, and may be for any period of time not to exceed 50 years. No election shall be required of any city or town for approval of water, sewer, or water and sewer contracts, but such contracts may be entered into without the necessity of an election.

Revisor's Note

Section 10, Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, refers to any "city" and any "city or town." The revised law substitutes "municipality" for "city" and "city or town" because the meaning of "municipality" includes both cities and towns, and "municipality" is the term used in the Local Government Code.

39 Revised Law

- 40 Sec. 6912.103. COST OF RELOCATING OR ALTERING PROPERTY.
- 41 (a) In this section, "sole expense" means the actual cost of
- 42 relocating, raising, lowering, rerouting, changing the grade of, or
- 43 altering the construction of a facility described by Subsection (b)
- 44 in providing comparable replacement without enhancement of the

- 1 facility, after deducting from that cost the net salvage value of
- 2 the old facility.

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- 3 (b) If the authority's exercise of the power of eminent
- 4 domain, the power of relocation, or any other power makes necessary
- 5 relocating, raising, rerouting, changing the grade of, or altering
- 6 the construction of a highway, railroad, electric transmission
- 7 line, telephone or telegraph property or facility, or pipeline, the
- 8 necessary action shall be accomplished at the sole expense of the
- 9 authority. (Acts 57th Leg., 3rd C.S., Ch. 20, Sec. 5.)

10 Source Law

Sec. 5. In the event that the Authority, in the exercise of the power of eminent domain or power of relocation, or any other power, makes necessary the relocation, raising, re-routing or changing the grade of, or altering the construction of any highway, railroad, electric transmission line, telephone or telegraph properties and facilities, or pipeline, all such necessary relocation, raising, re-routing, changing of grade or alteration of construction shall be accomplished at the sole expense of the Authority. The term "sole expense" shall mean the actual cost of such relocation, raising, lowering, re-routing or change in grade or alteration of construction in providing comparable replacement without enhancement of such facilities, after deducting therefrom the net salvage value derived from the old facility.

SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

28 Revised Law

Sec. 6912.151. TAX METHOD. (a) The authority shall use the

- 30 ad valorem plan of taxation.
- 31 (b) The board is not required to hold a hearing on the
- 32 adoption of a plan of taxation. (Acts 57th Leg., 3rd C.S., Ch. 20,
- 33 Sec. 2 (part).)

34 Source Law

Sec. 2. . . . it shall not be necessary for the Board of Supervisors . . . to hold . . . a hearing on the adoption of a plan of taxation, but the ad valorem plan of taxation shall be used by the Authority.

39 Revised Law

- 40 Sec. 6912.152. IMPOSITION OF TAXES; TAX
- 41 ASSESSOR-COLLECTOR. (a) Except as provided by this section, all
- 42 provisions of the general laws governing fresh water supply
- 43 districts that relate to the imposition of ad valorem taxes apply to

- 1 the authority.
- 2 (b) The board shall appoint a tax assessor-collector for the
- 3 authority.

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- 4 (c) The tax assessor-collector:
- 5 (1) shall serve at the pleasure of the board; and
- 6 (2) is not required to be a resident or voter of the
- 7 authority. (Acts 57th Leg., 3rd C.S., Ch. 20, Sec. 6 (part).)

8 Source Law

of 9 the All provisions Sec. 6. General Laws governing fresh-water supply districts relating to the assessment, levy, and collection of ad valorem taxes shall apply to the Authority, provided that the tax assessor and collector shall be appointed by the 10 11 12 13 Board, shall serve at the pleasure of the Board, and need not be a resident or a voter of the Authority, and 14 15 16

Revisor's Note

Section 6, Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, refers to laws governing fresh water supply districts that relate to the "assessment, levy, and collection" of ad valorem taxes. The revised law substitutes "imposition" for "assessment, levy, and collection" because "impose" is the term generally used in Title 1, Tax Code, and includes the assessment, levy, and collection of a tax.

Revised Law

- Sec. 6912.153. DEPOSITORY. (a) The board shall designate one or more banks inside or outside the authority to serve as a depository for authority money.
- 31 (b) All authority money shall be deposited in a depository 32 bank, except that sufficient money shall be remitted to the 33 appropriate bank of payment to pay the principal of and interest on 34 the authority's outstanding bonds on or before the maturity date of 35 the principal and interest.
- 36 (c) To the extent that money in a depository bank is not 37 insured by the Federal Deposit Insurance Corporation, the money

- 1 must be secured in the manner provided by law for the security of
- 2 county funds.

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- 3 (d) Membership on the board of an officer or director of a
- 4 bank does not disqualify the bank from being designated as a
- 5 depository. (Acts 57th Leg., 3rd C.S., Ch. 20, Sec. 8.)

6 Source Law

Sec. 8. The Board of Supervisors shall designate one or more banks within or without the Authority to serve as depository for the funds of the All funds of the Authority Authority. deposited in such depository bank or banks except that sufficient funds shall be remitted to the bank or banks and interest of principal of payment outstanding bonds of the Authority and in time that such may be received by the said bank or banks of payment on or prior to the date of the maturity of such principal and interest so to be paid. To the extent that funds in the depository bank or banks are not insured by the Federal Deposit Insurance Corporation, they shall be secured in the manner provided by law for the security of county funds. Membership on the Board of Supervisors of an officer or director of a bank shall not disqualify such bank from being designated as depository.

Revisor's Note

Section 8, Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, refers to the authority's "funds." The revised law substitutes "money" for "funds" because, in the context of authority funds, the meaning is the same and "money" is the more commonly used term.

Revised Law

- 33 Sec. 6912.154. PAYMENT OF TAX OR ASSESSMENT NOT REQUIRED.
- 34 The authority is not required to pay a tax or assessment on an
- 35 authority project or any part of the project. (Acts 57th Leg., 3rd
- 36 C.S., Ch. 20, Sec. 9 (part).)

37 <u>Source Law</u>

- Sec. 9. . . [the Authority] . . . shall not be required to pay any tax or assessment on the project or any part thereof, and . . .
- 41 Revisor's Note
 42 (End of Subchapter)
- 43 (1) Section 6, Chapter 20, Acts of the 57th 44 Legislature, 3rd Called Session, 1962, provides that

the board may contract with certain entities for the assessment and collection of taxes levied by and on behalf of the authority. The revised law omits that provision as repealed by Section 6(b), Chapter 841, Acts of the 66th Legislature, Regular Session, 1979, which repealed all general, local, and special laws that conflicted with that act. The 1979 act enacted Property Tax Code (Title 1, Tax Code), comprehensive, substantive codification of the laws governing the administration of ad valorem taxes. Section 6.24(a), Tax Code, provides that the governing body of a taxing unit other than a county may contract as provided by the Interlocal Cooperation Act with the governing body of another unit or with the board of directors of an appraisal district for the other unit or the district to perform duties relating to the assessment or collection of taxes. Section 6.24(a), Tax Code, applies to the authority under Section 1.02, Tax Code. The omitted law reads:

Sec. 6. . . . provided that the Board may contract with Harris County, or any city, town, village or school district in whole or in part within the Authority with regard to the assessment and collection of all taxes levied by and on behalf of the Authority. . . .

(2) Section 6, Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, provides that the bond of the tax assessor-collector is not required when certain entities contract with the authority for the assessment and collection of taxes, except as may be fixed by the board in its discretion. The revised law omits that provision because it duplicates, in substance, Section 6.29(b), Tax Code. Section 6.29(b), Tax Code, authorizes a taxing unit whose taxes are collected by the collector for another taxing unit to require that collector to post an additional bond.

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Section 6.29(b), Tax Code, applies to the authority under Section 1.02, Tax Code. The omitted law reads:

Sec. 6. . . . In the event that the taxes are assessed and collected under the terms of a contract as referred to, then the bond of the tax assessor and collector shall not be required, except as may be fixed by the Board in its discretion.

SUBCHAPTER E. BONDS

10 Revised Law

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Sec. 6912.201. BONDS EXEMPT FROM TAXATION. An authority bond, the transfer of the bond, and income from the bond, including profits made on the sale of the bond, are exempt from taxation in this state. (Acts 57th Leg., 3rd C.S., Ch. 20, Sec. 9 (part).)

15 Source Law

Sec. 9. . . . the bonds issued hereunder and their transfer and the income therefrom, including the profits made on the sale thereof, shall at all times be free from taxation within this State.

<u>Revisor's Note</u> (End of Subchapter)

Section 7, Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, lists the entities for which authority bonds investments and provides that authority bonds may secure deposits of public funds of the state or The revised law omits the political subdivisions. provision relating to the eligibility of authority bonds to be considered as investments for various entities because it duplicates, in substance, Section 49.186(a), Water Code. While Section 7 lists "guardians" and Section 49.186(a), Water Code, does not, Section 49.186(a) includes "fiduciaries," and a guardian is a fiduciary. The revised law omits the provision relating to the use of authority bonds as security for deposits of state funds as impliedly repealed by Section 404.0221, Government Code (enacted in 1995), which lists eligible collateral for deposits of state funds by the comptroller, and by Section 404.031, Government Code (enacted in 1985 as Section 3.001, Article 4393-1, Vernon's Texas Civil Statutes), which provides for the valuation of that collateral. As to securing deposits of other funds, the provision is impliedly repealed by Chapter 2257, Government Code (enacted in 1989 as Article 2529d, Vernon's Texas Civil Statutes), which governs eligible collateral for deposits of funds of other public agencies, including political subdivisions, and permits those deposits to be secured by obligations issued by conservation and reclamation districts. The omitted law reads:

Sec. 7. All bonds of the Authority shall be and are hereby declared to be legal authorized investments for banks, and savings banks, trust companies, building and loan associations, savings and loan associations, companies, insurance fiduciaries, trustees, guardians, funds of cities, sinking towns school districts, villages, counties, other political subdivisions of the State of Texas, and for all public funds of the State of Texas or its agencies, including the State Permanent School Fund. Such bonds shall be eligible to secure deposit of any and all public funds of the State of Texas, and any and all public funds of cities, villages, counties, districts, or other political subdivisions or corporations of the State of Texas; and such bonds shall be lawful and sufficient security for said deposits to the extent of value, when accompanied by unmatured coupons appurtenant thereto.

Revisor's Note (End of Chapter)

(1) Section 2, Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, provides that the district is not required to hold a hearing for the exclusion of land or an election for the confirmation of the organization of the district. The revised law omits the provision as executed. The provision is a transition provision addressing the applicability of provisions of the general law in effect at the time of

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the district's creation that governed the creation of fresh water supply districts. A district created under the general law in effect at that time would have been required at the time of its creation to hold both a confirmation election and a hearing on the exclusion of land from the district. The omitted provision negates those general law requirements as inapplicable to this legislatively created district. The power or duty to hold a hearing to exclude land subsequent to the creation of the district is governed by Subchapter J, Chapter 49, Water Code, which applies to the district under Sections 49.001 and 49.002 of that code. The omitted law reads:

Sec. 2. . . . [it shall not be necessary for the Board of Supervisors] to call a confirmation election or [to hold] a hearing on the exclusion of lands or . . .

(2) Section 2a, Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, provides for the dissolution of the authority and expiration of the act if the issuance of bonds is not approved at the first bond election. The revised law omits the provision as executed because the issuance of bonds has been approved. The omitted law reads:

Sec. 2a. In the event, but only in the event, that a majority of the qualified voters voting at the first bond election called for that purpose fail to approve the issuance of bonds, then the Authority shall, without further action, terminate and be dissolved, and this Act shall be of no further force and effect.

(3) Section 12, Chapter 20, Acts of the 57th Legislature, 3rd Called Session, 1962, provides that the act is severable. The revised law omits that provision because the same result is produced by the application of Section 311.032(c), Government Code (Code Construction Act), which provides that a provision of a statute is severable from each other

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1	provision of the statute that can be given effect. The
2	omitted law reads:

Sec. 12. . . . If any provision of the Act shall be invalid, such fact shall not affect the creation of the Authority or the validity of any other provision of this Act, and the Legislature hereby declares that it would have created the Authority and enacted the valid provisions of this Act notwithstanding the invalidity of any other provision or provisions hereof.